

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 454 - SB 1185

February 27, 2015

SUMMARY OF BILL: Authorizes the city of Kingsport to join the local land bank program.

ESTIMATED FISCAL IMPACT:

Increased State Expenditures – Not Significant

Increased Local Expenditures – Not Significant

Other Fiscal Impact – To the extent the city of Kingsport joins the local land bank program, there may be unknown permissive increases in local revenue to the city of Kingsport. Any increased revenue that will be recognized in the future is dependent upon multiple unknown factors and cannot be quantified.

Assumption:

- This bill does not affect the operations of state government; therefore, any fiscal impact to state government is considered not significant.
- Given the bill authorizes the city of Kingsport to join the local land bank program, any impact to the city of Kingsport will be a permissive impact.
- Pursuant to Tenn. Code Ann. § 13-30-102(5), land banks are one of the tools that can be utilized by communities to facilitate the return of vacant, abandoned and tax-delinquent properties to productive use.
- The Office of the Comptroller of the Treasury reports that local tax revenues will likely increase if a land bank is implemented; however due to multiple unknown factors such as whether the city of Kingsport will join the land bank program, and the extent to which vacant property is returned to productive uses, the exact increase in local tax revenue cannot be quantified.
- This bill will not result in any significant operational impact to the city of Kingsport.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "Jeffry A. Spalding".

HB 454 - SB 1185

Jeffrey L. Spalding, Executive Director

/maf